

SECRET  
SECURITY INFORMATION

TO: ADMINISTRATION  
Attn: Budget Planning & Fiscal Officer  
THROUGH: PLANS

SUBJECT: Allotment of Funds to CAPSTAN-71  
Project Name or Allotment Account No.)

1. The cost estimates in the columns below indicate:
  - (A) Maximum cost of the above project during the period for which ADSO or Plans approval is requested. (Do not confuse with allotment of funds)
  - (B) A conservative estimate of actual cost for this fiscal year only (1 July-30 June) based on recruitment, timing, etc. (This is allotment)
  - (C) Space for amendment of original allotment as necessary. (Forward direct to ADMIN/BUDGET for processing and return to case officer)
  - (D) Same as (C)

Object	(A) Amount Authorized By ADSO or Plans	(B) Total Allotment this Fiscal Year 1 July-30 June	(C) 1st. Amendment New Total FY 1 July-30 June	(D) 2nd. Amendment New Total FY 1 July-30 June
Compensation	31,310.00	31,310.00		
Allowances	{ }	{ }		
Travel	{ }	{ }		
Operational Exp.	{ }	{ }		
Other (Specify)	{ }	{ }		
TOTAL	{ }	{ }		

2. Project allotment will be charged to the budget of C  
(Station name or allotment account number)

3. Additional cryptonym(s) or pseudonym(s) chargeable to this project are:  
**All funds charged to Project CAPSTAN/AEONIAN from 1 July 1952 to the present should be chargeable to this project. Prior to 1 July 1952 CAPSTAN/AEONIAN was a running project and funds charged were authorized.**

4. Remarks: **Project CAPSTAN/AEONIAN** C J should be discontinued

Case Officer

Extension

Chief

DO NOT WRITE BELOW THIS LINE

Amount Allotted (B) \_\_\_\_\_  
Amendment #1 (C) \_\_\_\_\_  
Amendment #2 (D) \_\_\_\_\_  
Funds are available:

Project approved from \_\_\_\_\_  
to DECLASSIFIED AND RELEASED BY in the amount  
of CENTRAL INTELLIGENCE AGENCY  
SOURCES METHODSEXEMPTION 3026  
NAZI WAR CRIMES DISCLOSURE ACT  
DATE 2007

PLANS

OSO Budget Planning & Fiscal Officer

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BASIC PLAN

CRYPTONYM      CAPSTAN  
DIVISION      SR  
STATION      Headquarters, Washington

HEADQUARTERS CASE OFFICER

C      J C J  
Room No.      2502 "J"  
Extension      3582  
Date:      24 July 1952

The attached Basic Plan is presented for renewal for the period 31 October 1951 to 30 June 1953.

1. The CAPSTAN Project was originally approved on 21 June 1949. Briefly stated, the primary OSO objectives of this project are:

- Integrated to Secret  
for 100-1-58-192  
20 Jan 53  
M. B. Bradley  
21 Jan 53*
- to organize and develop the underground and resistance forces in the Lithuanian SSR for the purpose of establishing support points and agent nets
  - to obtain intelligence and operational data through the underground and resistance nets.
  - to facilitate the penetration of the USSR over agent nets and support points in the Lithuanian SSR.
  - to facilitate operations against priority targets in the Lithuanian SSR.

2. The OPC functions under this project which have become a responsibility of the SR Division since the merger of OSO and OPC will be coordinated with the proper OPC staffs. Specifically, these functions lie in the field of guerrilla warfare, psychological warfare, escape and evasion, economic warfare, sabotage and counter sabotage. Expenditures for the discharge of these responsibilities will be charged to OPC funds.

3. Since the inception of this project in June 1949, two operations into Lithuania have been conducted. The first mission was dispatched in the fall of 1950, the second in the spring of 1951. Contact with an agent dispatched in the second operation is currently maintained. Training for a third CAPSTAN mission is presently conducted in the vicinity of Washington. This mission will be conducted jointly with the British Intelligence Service in the spring of 1953. The one agent who is presently in training in the U.S. may later be joined by additional agents for final training in the United Kingdom.

4. In addition to the OSO missions which will be performed during the period covered by this Project Outline Renewal, the OPC tasks of this Division will be primarily in preparations for guerrilla warfare, psychological warfare and political support. Psychological warfare activities will be centered on the support of indigenous

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organizations through which black radio broadcasts, distribution of leaflets and the support of newspapers and pamphlets can be carried out. Political support is primarily of the Lithuanian emigree organization VLIK in its political activities in the U.S. and abroad.

5. The budget requirements for the OSO and OPC aspects of this project for the period 31 October 1951 to 31 June 1953 will be [ ]  
This sum will be used in the following manner:

a. OSO Requirements: [ ]

(1) CAPSTAN/AEONIAN Training Program [ ]

- (a) Salary for [ ] for the period 1 July 1952 to 31 June 1953 6,710.00
- (b) Salary for [ ] (October-July 53) 4,000.00
- (c) Salaries for [ ] for the period 1 July 1952 to 30 June 1953 10,000.00
- (d) Salaries for [ ] for the period 1 July 1952 to 31 December 1952 600.00
- (e) Salaries for three agents for the period 1 October 1952 to 31 June 1953 10,000.00
- (f) Maintenance of training site prior to the assumption of such costs by SR/DB [ ]
- (g) Miscellaneous (this includes travel in the U.S. & abroad, entertainment, bonus for [ ] upon termination of services, etc.) [ ]

(2) CAPSTAN Operations [ ]

- (a) Equipment for spring and fall dispatches. This sum includes [ ] for communications equipment if such should be required under the joint plans to be drawn up at a later date. quartermaster equipment [ ] ordnance [ ] special equipment [ ] miscellaneous (parachutes, containers, etc.) [ ]
- (b) Operational expenses for two dispatches including exchange items and ops currency. [ ]
- (c) Miscellaneous [ ]

b. OPC Requirements [ ]

- (1) Psychological Warfare - For support of VLIK information program, publication of newspaper, books, pamphlets. Support of other Lithuanian publications. Includes one agent at \$2,000 for balance of fiscal year. VLIK recently holds allotted by us for informational activity. [ ]

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- (2) Political Action - Subsidization of conference in the U.S. of major elements of Lithuanian emigration in effort to achieve unification of the emigration. Includes one agent at \$1,500 and one agent at \$ 2,000. [ ]
- (3) Partisan Support - This sum is for the support of partisan groups in Lithuania. The support envisaged is for the purpose of keeping alive the resistance movement and enable it to obtain the most necessary living requirements, such as food, clothing and medicines, to sustain it. This money will be used in ruble form only. [ ]

Recommended by [ ]

(Case Officer)

15 October 1952

(Date)

[ ]  
\_\_\_\_\_  
Chief, SR

20 Oct 52

(Date)

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